NOV 3U 2006

+ CATHOLIC HEALTH

Franciscan Health System

November 29, 2006

Janis Sigman, Manager Certificate of Need Program Department of Health P.O. Box 47852 Olympia, WA 98504-7852

Dear Ms. Sigman:

Please accept this letter as a letter of intent for Franciscan Health Systems dba St. Francis Hospital (SFH). SFH proposes to establish a new dialysis facility in South King County. This facility will have up to 15 stations. In accordance with WAC 246-310-080, the following information is provided:

1. A Description of the Extent of Services Proposed:

SFH is proposing to establish a new dialysis facility to be located in South King County. This facility will provide incenter dialysis to end-stage renal patients.

2. <u>Estimated Cost of the Proposed Project:</u>

The capital expenditures are not expected to exceed \$3 million.

3. <u>Description of the Service Area:</u>

Per WAC, the service area is King County. The primary service area for this dialysis center is South King County.

Thank you for your support in this matter.

Sincerely,

James Good Vice President

Specialty Services